

MINUTE ITEM

15. APPLICATION FOR LEASE OF 81.16 ACRES OF TIDE AND SUBMERGED LANDS OF SANTA MONICA BAY, LOS ANGELES COUNTY, STANDARD OIL COMPANY OF CALIFORNIA, WESTERN OPERATIONS, INC. - W.O. 4010, P.R.C. 2785.1.

Following presentation of Calendar Item 27 attached, the Executive Officer answered questions raised by the Chairman as to whose responsibility it is to police operations of the type proposed to make certain that there is no oil spillage. It was noted that the U. S. Army Corps of Engineers, the Coast Guard, the State Water Pollution Control Board, and the Department of Fish and Game all exercise authority in the control of pollution.

Mr. A. C. Warren and Mr. Paul Home, representatives of the Standard Oil Company, reported that their company had been operating submarine pipe lines for nearly forty years, had had no fracture in the lines for more than thirty years, and stated that their company would be in full accord with working out an agreement whereby the State Lands Commission would have assurance as to the method of operation and the control of pollution.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, THE FOLLOWING RESOLUTION WAS ADOPTED:

THE EXECUTIVE OFFICER IS AUTHORIZED TO ISSUE A ONE-YEAR LEASE TO STANDARD OIL COMPANY OF CALIFORNIA, WESTERN OPERATIONS, INC., FOR 81.16 ACRES OF TIDE AND SUBMERGED LANDS IN SANTA MONICA BAY, LOS ANGELES COUNTY, FOR THE CONSTRUCTION, MAINTENANCE AND OPERATION OF SUBMERGED PIPE LINES AND FOR A TANKER ANCHORAGE AREA, SUBJECT TO THE FOLLOWING TERMS AND CONDITIONS:

1. THE UNADJUSTED RENTAL OF \$8,680.29 SHALL BE IN EFFECT FOR A ONE-YEAR TERM ONLY. A NEW LEASE EFFECTIVE SEPTEMBER 14, 1962, WILL BE NEGOTIATED.
2. AGREEMENT BY STANDARD OIL COMPANY TO MAKE UP ANY DEFICIT IN THE FIRST-YEAR RENTAL WHICH MAY BE INCURRED BY REASON OF A READJUSTMENT OF LAND VALUES ENCOUNTERED IN THE EVALUATION OF THE SUBJECT LEASE AREA AT SUCH TIME AS A LONG-TERM LEASE IS ENTERED INTO.

THE PARCEL OF LAND IS DESCRIBED AS FOLLOWS:

BEGINNING AT THE NORTHWEST CORNER OF LOT 1, TRACT NO. 1314, PER MAP BOOK 20, PAGE 161, RECORDS OF LOS ANGELES COUNTY; THENCE SOUTH 22° 40' EAST 86.70 FEET TO A POINT IN THE WESTERLY LINE OF SAID LOT 1 AND RECORDED HIGH TIDE LINE AS SHOWN ON MAP OF SAID TRACT 1314 AND THE TRUE POINT OF BEGINNING; THENCE A 60-FOOT-WIDE STRIP OF LAND, 30 FEET ON EACH SIDE OF THE FOLLOWING-DESCRIBED CENTER LINE AND TERMINATING IN A CIRCLE: FROM THE TRUE POINT OF BEGINNING WEST 3,385.14 FEET; THENCE SOUTHWESTERLY 4,180.27 FEET ALONG A TANGENT CURVE, CONCAVE TO THE SOUTHEAST, HAVING A RADIUS OF 6,000 FEET; TO A POINT WHICH IS THE CENTER OF A CIRCLE, RADIUS 1,000 FEET, AND EXCEPTING THAT PORTION OF THE 60-FOOT-WIDE STRIP WHICH IS INCLUDED IN THE AREA OF SAID CIRCLE.

FURTHER, THE EXECUTIVE OFFICER IS DIRECTED TO HAVE THE STAFF EXPLORE THOROUGHLY ALL AREAS OF POLLUTION CONTROL AND TO REPORT BACK TO THE COMMISSION.

Attachment
Calendar Item 27 (2 pages)

7250

CALENDAR ITEM

27.

APPLICATION FOR LEASE OF 81.16 ACRES OF TIDE AND SUBMERGED LANDS OF SANTA MONICA BAY, LOS ANGELES COUNTY, STANDARD OIL COMPANY OF CALIFORNIA, WESTERN OPERATIONS, INC. - W.O. 4010.

An application has been received from Standard Oil Company of California, Western Operations, Inc., to lease 81.16 acres of tide and submerged lands in Santa Monica Bay, Los Angeles County, for a term of one year.

The lease area is to be used for the construction, maintenance and operation of submerged pipe lines for the transportation of petroleum and its products, water and other substances, for communication cables, and for a tanker anchorage area at the seaward end of the pipe lines (see Exhibits "A" and "B"). Standard Oil Company of California, Western Operations, Inc., is the owner and/or permittee of the lands adjoining the proposed lease site.

Because of the urgency of the project and the difficulties which have been encountered in determining the fair rental value of the proposed lease area, application is made for only a one-year period, at the rates previously authorized by the Commission for similar facilities in this immediate vicinity. Standard Oil Company desires a long-term lease and has agreed that, upon execution of such a lease it will pay rental for the first one-year period at the long-term rate established by reason of any readjustment of land values.

The land rental for a one-year period would be at the rate of \$8,680.29 for the 81.16 acres of tide and submerged lands. The expense deposit and the statutory filing fee have been received. No performance bond will be required as the anticipated salvage value will justify removal of the pipe lines.

IT IS RECOMMENDED THAT THE EXECUTIVE OFFICER BE AUTHORIZED TO ISSUE A ONE-YEAR LEASE TO STANDARD OIL COMPANY OF CALIFORNIA, WESTERN OPERATIONS, INC., FOR 81.16 ACRES OF TIDE AND SUBMERGED LANDS IN SANTA MONICA BAY, LOS ANGELES COUNTY, FOR THE CONSTRUCTION, MAINTENANCE AND OPERATION OF SUBMERGED PIPE LINES AND FOR A TANKER ANCHORAGE AREA, SUBJECT TO THE FOLLOWING TERMS AND CONDITIONS:

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CALENDAR ITEM 27. (CONTD.)

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